



Eggs For Processing Policy

INTRODUCTION:

The EFP allotment is a special allocation to producers as part of the National EFP Program administered by EFC.

PRINCIPLE:

The EFP allotment is not regular quota fixed and allotted to producers.

EFP allotment is a percentage allowance permitting producers to possess fowl and to produce and market eggs from such fowl above the amount authorized by the producer's quota for a share of pooled returns.

CONDITIONS:

The EFP allotment is subject to EFO receiving and maintaining the EFP allocation from EFC;

The EFP allotment is subject to the terms and conditions of any agreements between EFO and EFC governing EFP marketings;

Authorized EFP marketings are not subject to levy;

Authorized EFP marketings are not subject to licence fees;

Authorized EFP marketings are not subject to over quota levies;

EFP allotment is subject to increase, decrease or cancellation by EFO at any time;

EFP egg marketings are not subject to the regulated price for eggs set by EFO;

PROCEDURE:

Producers will continue to market their production to their grading station of choice.

EFP egg marketings are sold by the producer to EFO through the grading station as agent of EFO.

Grading stations will receive the EFP eggs from producers on behalf of EFO and will be authorized to make an initial payment to producers based on the percentage of the average grade out price as determined by EFO and will pay the balance to the EFP Pool.

Each producer will receive an initial payment from the grading station to which the eggs were delivered on account of EFP marketings and either a final payment from the EFP Pool or an invoice for any losses incurred as determined by EFO from time to time.

The average grade out price paid to producers on the regular allocation is the amount used by EFO to calculate an initial payment to producers for EFP eggs by the grading station and to determine the amount allocated to the EFO EFP Pool.

EFO will pool all proceeds from EFP egg marketings.

The EFP Pool will be used to allocate the share of the expenses and losses incurred in the marketing of EFP eggs among all producers on an equitable basis.

COMPLIANCE:

The EFP Pool will be operated on a regular basis as determined by EFO and cleared accordingly.